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1. The motion-picture industry in Croatia is to be dissolved because of low production and the lack of funds. All other Yugoslav enterprises failing to produce will also be dissolved. The general reaction to this decision is so strong, that all discharged employees will be given unemployment compensation for a limited period. However, in view of the shortage of funds, payment of this compensation will create a new crisis.
2. The economic plan based on the devaluation of the dinar will be sharply revised within the next few weeks. Following the adjournment of Parliament, high-level economic personnel are to be reshuffled, with rumors centering upon Boris Kidric and Osman Karabegovic.
3. The Trieste issue is becoming popular, especially in Slovenia, Croatia and Dalmatia. As a result of his strong stand on Trieste, Tito is now at the height of his popularity. More student demonstrations on the Trieste issue are predicted, together with Yugoslav retaliation against Italy in the form of a reduction in trade, as a result of the recent pro-Italian demonstrations in Trieste.

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5. Roman Catholic priests in Croatian villages are using their influence against the Yugoslav regime, talking more "politics" than religion. The priests have considerably increased their financial aid to the poor in the villages.

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